

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

NOTICE OF GAS COST ADJUSTMENT)	CASE NO.
FILING OF MILLENNIUM ENERGY, INC.)	99-312-C

ORDER

On December 2, 1999, in Case No. 99-312, the Commission approved rates for Millennium Energy, Inc. ("Millennium") and provided for their further adjustment in accordance with Millennium's gas cost adjustment ("GCA") clause.

On September 4, 2001, Millennium filed its GCA to be effective October 1, 2001 through December 31, 2001.

After reviewing the record in this case and being otherwise sufficiently advised, the Commission finds that:

1. Millennium's notice includes revised rates to pass on to its customers its expected increase in gas costs. Millennium's expected gas cost ("EGC") is \$5.7366 per Mcf, which is an increase of 1.03 cent per Mcf over Millennium's previous EGC of \$5.7263.
2. Millennium's notice sets out no refund adjustment.
3. Millennium's notice sets out an actual adjustment ("AA") of (17.79) cents per Mcf to return to customers over-recovered gas costs from May, June, and July 2001. Millennium's notice sets out a total AA of (56.67) cents per Mcf, which is a decrease of 17.79 cents per Mcf from the previous total AA.

4. Millennium's notice sets out no balance adjustment.

5. Millennium's GCA is \$5.1699 per Mcf, which is 16.76 cents per Mcf less than the previous rate of \$5.3375.

6. The revised rates in the Appendix to this Order are fair, just, and reasonable, in the public interest, and should be approved for service rendered by Millennium on and after October 1, 2001.

IT IS THEREFORE ORDERED that:

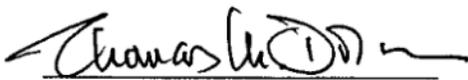
1. The rates in the Appendix to this Order are approved for service rendered on and after October 1, 2001.

2. Within 20 days of the date of this Order, Millennium shall file with this Commission its revised tariffs setting out the rates authorized herein.

Done at Frankfort, Kentucky, this 1st day of November, 2001.

By the Commission

ATTEST:


Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 99-312-C DATED NOVEMBER 1, 2001

The following rates and charges are prescribed for the customers served by Millennium Energy, Inc. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of this Commission prior to the effective date of this Order.

Residential

	<u>Base Rate</u>	<u>Gas Cost Recovery Rate</u>	<u>Total</u>
Customer Charge	\$6.00		\$6.00
All Mcf	\$4.00	\$5.1699	\$9.9.1699

Commercial and Industrial

Customer Charge	\$20.00		\$20.00
All Mcf	\$ 3.00	\$5.1699	\$ 8.1699